

TAX ANTICIPATION NOTES (TANS)



Tax Anticipation Notes



Mission Statement

To finance costs related to the issuance of tax anticipation notes, which are necessary to meet the cash requirements of the City prior to receipt of property taxes. Monies are borrowed via the sale of Tax and Revenue Anticipation Notes (TRANS) on a short-term basis. Related costs are budgeted and accounted for in this program.

Tax Anticipation Notes				
	FY 2004 BUDGET	FY 2005 BUDGET	FY 2006 FINAL	FY 2005-2006 CHANGE
Positions	0.00	0.00	0.00	0.00
Personnel Expense	\$ -	\$ -	\$ -	\$ -
Non-Personnel Expense	\$ 2,787,618	\$ 1,614,405	\$ 2,130,000	\$ 515,595
TOTAL	\$ 2,787,618	\$ 1,614,405	\$ 2,130,000	\$ 515,595

Department Expenditures

	FY 2004 BUDGET	FY 2005 BUDGET	FY 2006 FINAL
TAX AND REVENUE ANTICIPATION NOTES FUND			
Tax Anticipation Notes			
Tax Anticipation Notes	\$ 2,787,618	\$ 1,614,405	\$ 2,130,000
Total	\$ 2,787,618	\$ 1,614,405	\$ 2,130,000

Tax Anticipation Notes

Significant Budget Adjustments

TAX AND REVENUE ANTICIPATION NOTES FUND

Tax Anticipation Notes	Positions	Cost
Debt Service Requirement	0.00 \$	515,595
Reflects an increase in the required debt service payment.		

Expenditures by Category

	FY 2004 BUDGET	FY 2005 BUDGET	FY 2006 FINAL
NON-PERSONNEL			
Supplies & Services	\$ 2,787,618	\$ 1,614,405	\$ 2,130,000
SUBTOTAL NON-PERSONNEL	\$ 2,787,618	\$ 1,614,405	\$ 2,130,000
TOTAL	\$ 2,787,618	\$ 1,614,405	\$ 2,130,000

Non-General Fund Five-Year Expenditure Forecast

	FY 2006 FINAL	FY 2007 FORECAST	FY 2008 FORECAST	FY 2009 FORECAST	FY 2010 FORECAST	FY 2011 FORECAST
Positions	0.00	0.00	0.00	0.00	0.00	0.00
Personnel Expense	\$ -	\$ -	\$ -	\$ -	\$ -	\$ -
Non-Personnel Expense	\$ 2,130,000	\$ 2,190,000	\$ 2,251,800	\$ 2,315,454	\$ 2,381,018	\$ 2,448,549
TOTAL EXPENDITURES	\$ 2,130,000	\$ 2,190,000	\$ 2,251,800	\$ 2,315,454	\$ 2,381,018	\$ 2,448,549

Tax Anticipation Notes

Fiscal Years 2007-2011

Reflects projected changes in debt service payment requirements.

Tax Anticipation Notes

Revenue and Expense Statement

TAX AND REVENUE ANTICIPATION NOTES FUND
65013

	FY 2004* BUDGET	FY 2005* BUDGET	FY 2006* FINAL ⁽¹⁾
BEGINNING BALANCE AND RESERVE			
Balance from Prior Year	\$ -	\$ -	\$ 17,500
Reserve for Encumbrances	\$ 2,852,911	\$ 170,000	\$ -
TOTAL BALANCE	\$ 2,852,911	\$ 170,000	\$ 17,500
REVENUE			
Interest Earnings	\$ 3,211,118	\$ 1,614,405	\$ 2,137,500
TOTAL REVENUE	\$ 3,211,118	\$ 1,614,405	\$ 2,137,500
TOTAL BALANCE AND REVENUE	\$ 6,064,029	\$ 1,784,405	\$ 2,155,000
OPERATING EXPENSE			
Debt Service Interest	\$ 2,563,618	\$ 1,504,143	\$ 2,000,000
General Government Expense	\$ 224,000	\$ 110,262	\$ 130,000
TOTAL OPERATING EXPENSE	\$ 2,787,618	\$ 1,614,405	\$ 2,130,000
TOTAL EXPENSE	\$ 2,787,618	\$ 1,614,405	\$ 2,130,000
RESERVE			
Reserve	\$ 3,276,411	\$ -	\$ -
TOTAL RESERVE	\$ 3,276,411	\$ -	\$ -
TOTAL RESERVE	\$ 3,276,411	\$ -	\$ -
BALANCE	\$ -	\$ 170,000	\$ 25,000
TOTAL EXPENSE, RESERVE AND BALANCE	\$ 6,064,029	\$ 1,784,405	\$ 2,155,000

* At the time of publication audited financial statements for Fiscal Year 2004 were not available. Therefore, the Fiscal Years 2004 and 2005 columns reflect final budget amounts from the Fiscal Year 2004 and 2005 Annual Budgets. As such, balances and reserves do not reflect carryover from the previous fiscal year.

⁽¹⁾ To meet the City's Fiscal Year 2006 cash flow needs, the City Council, on June 7, 2005 (Resolution R-299317), approved a privately placed note purchase agreement with Bank of America for an amount up to \$185 million, in lieu of publicly offered annual Tax Anticipation Notes. See the Fiscal Year 2005 Budget Document for details on the prior year's interim financing.